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AP-GOLDWATER-CASEY

(WASHINGTON) -- AN AIDE TO SENATOR BARRY GOLDWATER SAYS THE INTELLIGENCE COMMITTEE CHAIRED BY THE ARIZONA REPUBLICAN WILL LOOK INTO ALLEGATIONS AGAINST C-I-A DIRECTOR WILLIAM CASEY.

A FEDERAL JUDGE RULED IN MAY THAT CASEY KNOWINGLY MISLED INVESTORS IN A 1960S BUSINESS DEAL. THE RULING CAME TO LIGHT YESTERDAY. A FEDERAL APPEALS COURT HAS ALSO RULED THAT CASEY AND OTHER DIRECTORS PUT THEIR FIRM DEEPLY INTO DEBT BECAUSE OF PERSONAL SELF-INTEREST.

GOLDWATER SPOKESWOMAN KATHERINE GRAMMER HAD NO DETAILS ON THE EXTENT OF THE COMMITTEE'S INQUIRY.

SHE ALSO DENIED A C-B-S REPORT THAT GOLDWATER HAD TOLD HIS COLLEAGUES ON THE INTELLIGENCE PANEL THAT CASEY SHOULD BE REPLACED. SHE SAID GOLDWATER CALLED THE NETWORK STORY--"A MALICIOUS LIE." AND SHE QUOTED THE SENATOR AS SAYING HE THINKS CASEY IS "ALL RIGHT."

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